

Timeline of F.A.T. audit issues

Prepared by Director Klinkhart, AMCO
August 8, 2021

<u>Highlighted Dates</u>	<u>Description</u>
May 26, 2020	AMCO requested audit for new equipment at FAT
June 11, 2020	EHL audit agenda sent to FAT
June 23, 2020	Audit at FAT occurs
July 6, 2020	EHL requested responses from FAT audit results
July 8, 2020	Including, but not limited to: A) From 7/3/2020 to 9/14/2020 FAT missed approximately 16 deadlines to respond or to correct errors/issues B) FAT has been using incorrect potency calculations for concentrates since 2018 C) FAT has been using incorrect calculations for plant sample weights, which affected potency results D) FAT has been using incorrect calculations for edibles which affected potency results.
September 14, 2020	Last missed deadline
October 9, 2020	FAT Served with AMCO Accusation, NOV and notice of defense Attachment A - FAT Complaint and NOV Inv Rukes 10092020 FINAL
November 30, 2020	FAT case referred and case file provided to AOH
December 3, 2020	FAT legal representative responds to AMCO

February 1, 2021

AMCO, SOA AG, and FAT meet several times in OAH mediation
Mediated Settlement Agreement reached

March 31, 2021

MCB Members meet with OAH
Mediated agreement with FAT is approved by the board

*Two (2) year probation agreement by FAT includes:
\$2500 fine (which FAT has paid)
An audit by EHL on FAT, to be paid for by FAT (up to \$5000)
Failure to respond and/or correct an error/violation found by an audit within 30 days is a probation violation
Violation is up to two (2) months of license suspension*

May 5, 2021

Final agreement signed by MCB Nick Miller
[Attachment B - FAT - Final Mediated Settlement- Signed](#)

May 25, 2021

May 2021 EHL conducts an Audit of FAT
Multiple issues are discovered

EHL Audit requests/corrections/errors still not properly addressed by FAT

June 3, 2021

FAT given notice by AMCO of Audit violations to be corrected within 30 days
[Attachment C - FAT Letter of 6-3-2021 ref Notice of violations to be corrected within 30-days](#)

July 2, 2021

FAT given notice of Probation violations and notice of suspension of operations for two (2) months
Only 7 of 30 findings of the June 3, 2021 demand to address have been responded to and/or corrected by FAT
[Attachment D - July 2 2021 FAT probation violation notice](#)

July 8, 2021

Notice from FAT legal representative requesting a stay of suspension
[Attachment E - July 8 letter from FAT requesting a stay of suspension](#)
AMCO stays the suspension and invites FAT to the MCB August 18th meeting where it will be discussed
[Attachment F - Letter to FAT from AMCO reference stay and MCB hearing](#)

July 29, 2021

EHL May 25th Audit requests/corrections/errors still not properly addressed by FAT
19 findings remain open and have yet to be fully addressed/responded to and/or corrected by FAT
[Attachment G - FAT 2021 Audit Report Comments Response signed](#)

August 18, 2021

MCB meets to hear the Probationary violation